

FY 2013 Proposed Budget

March 1, 2012

FY 13 The Process



January 9 Public Hearing



February 6 Update on Projected Revenue and Requests



February 13 School Board Presented Request for Funding

- Reviewing revenue collections to identify any added \$'s
- Challenging the base budget for savings and reallocations
- Preparing the Proposed Budget and tax rate



March 1

Presentation of Proposed Budget

- Discussion of Proposed Budget and Tax Rate

March 19 Establish Advertised Tax Rate and Budget (5:30 pm)

March 29 Public Hearings on Tax Rate and Budget (6:00 pm)

April 16 Vote on Tax Rate and Budget (6:00 pm)

FY 13 Budget Overview

► **Total Proposed Budget = \$162.6 Million**

		<u>Total Increase</u>
◦ General Fund	= \$ 41.6 Million	\$ 0.7 Million
◦ School Operating Budget	= \$ 91.2 Million	\$ 0.0 Million
◦ School Cafeteria Fund	= \$ 4.0 Million	\$ 0.0 Million
◦ County Capital (F&R)	= \$ 0.7 Million	\$ 0.0 Million
◦ Law Library	= \$ 0.0 Million	\$ 0.0 Million
◦ Debt Service	= \$ 24.6 Million	\$ 6.5 Million
◦ Revenue Stabilization	= \$ 0.5 Million	\$ 0.0 Million
◦ Total	= \$162.6 Million	\$ 7.2 Million

\$7.2 Million Increase Over FY 12

Dollars from Growth	\$ 1.7 Million
Dollars from Tax Increase	\$ 8.4 Million
Other Dollars GF Designated	(\$.1) Million
Schools State Dollars Cut	(\$1.7) Million
Schools Federal Dollars Cut	(\$1.1) Million
Schools Loss of One-time \$'s	(\$0.3) Million
School Cafeteria \$'s	\$ 0.1 Million
Increased use of Debt Reserve	<u>\$ 0.2 Million</u>

Total \$7.2 Million

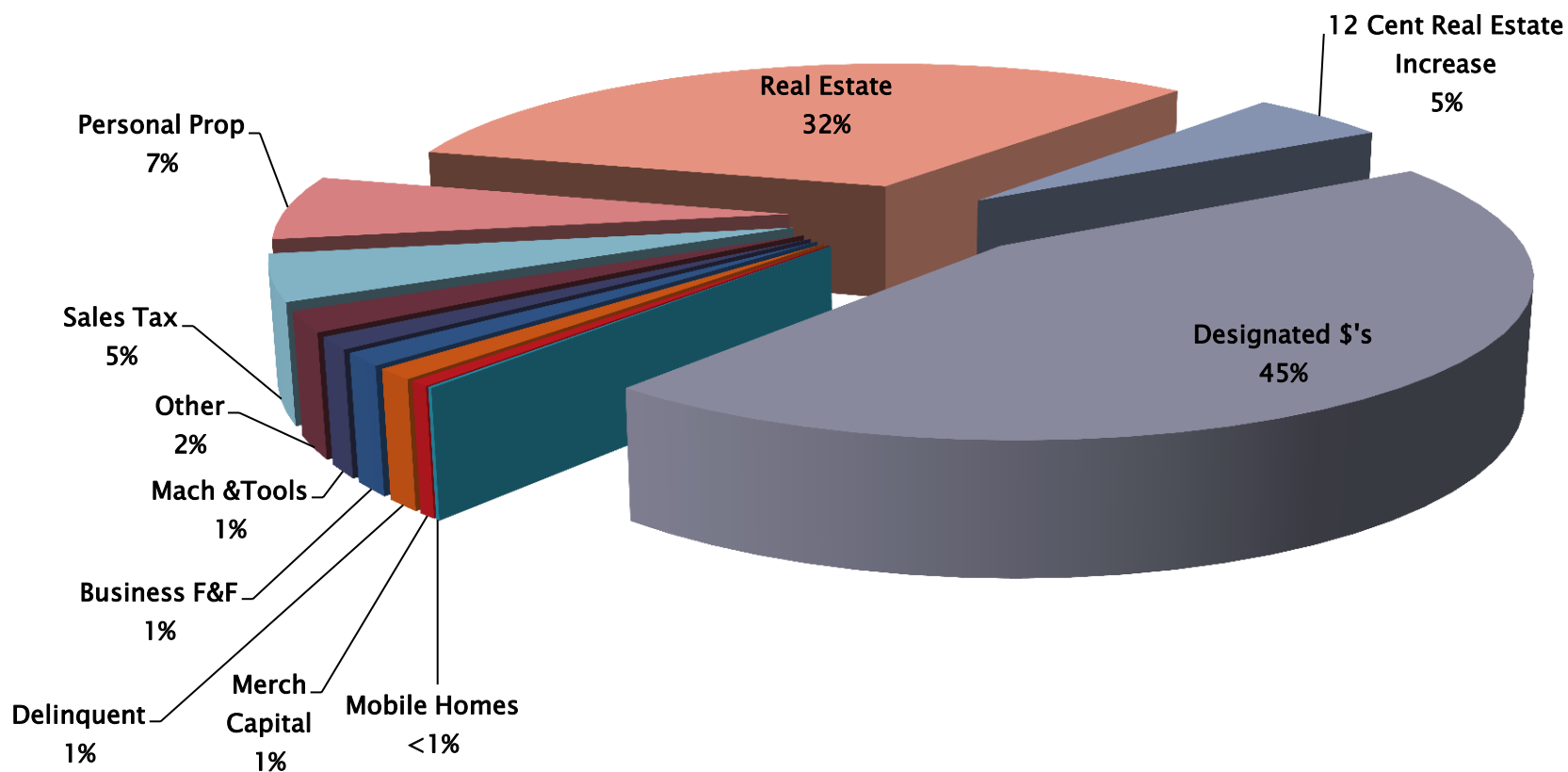
Proposed Tax Rate is 87 Cents which is a 12 cent increase.

Note: All numbers are rounded

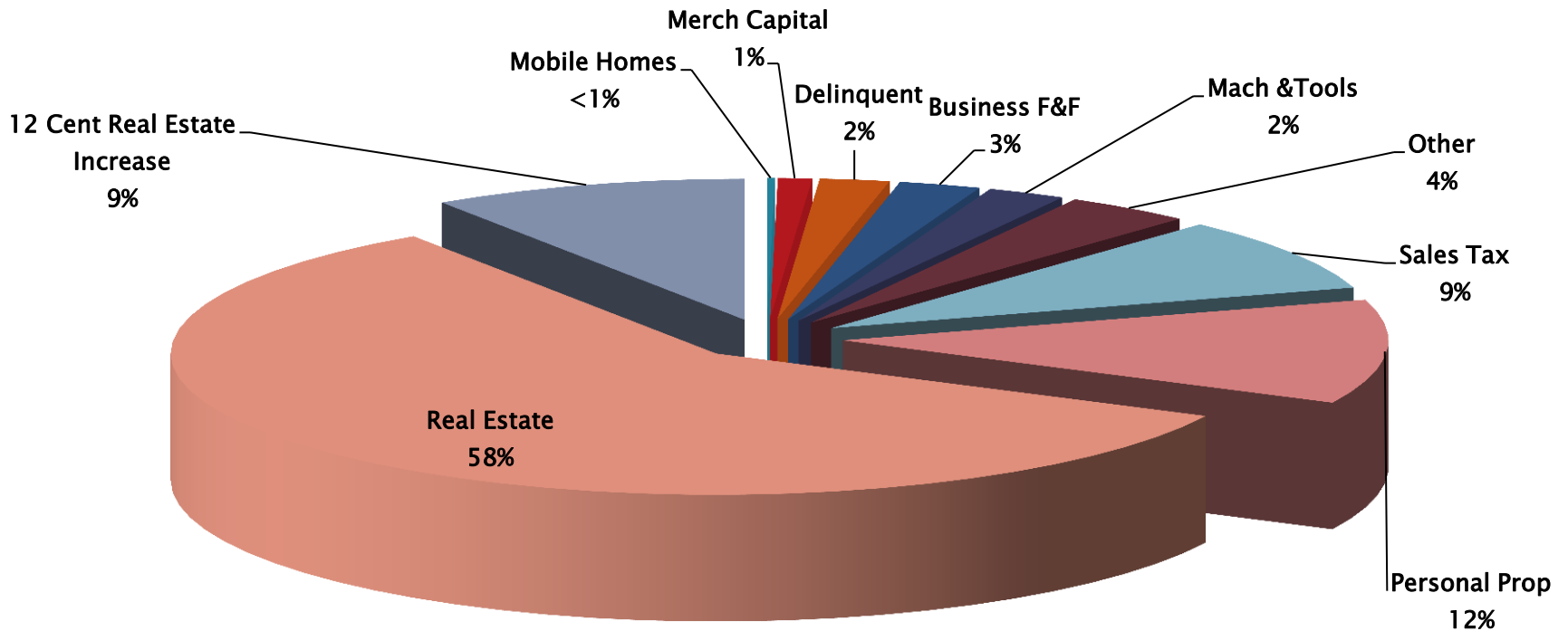
Where It Comes From

FY 2013 Proposed Budget

\$162.6 Million



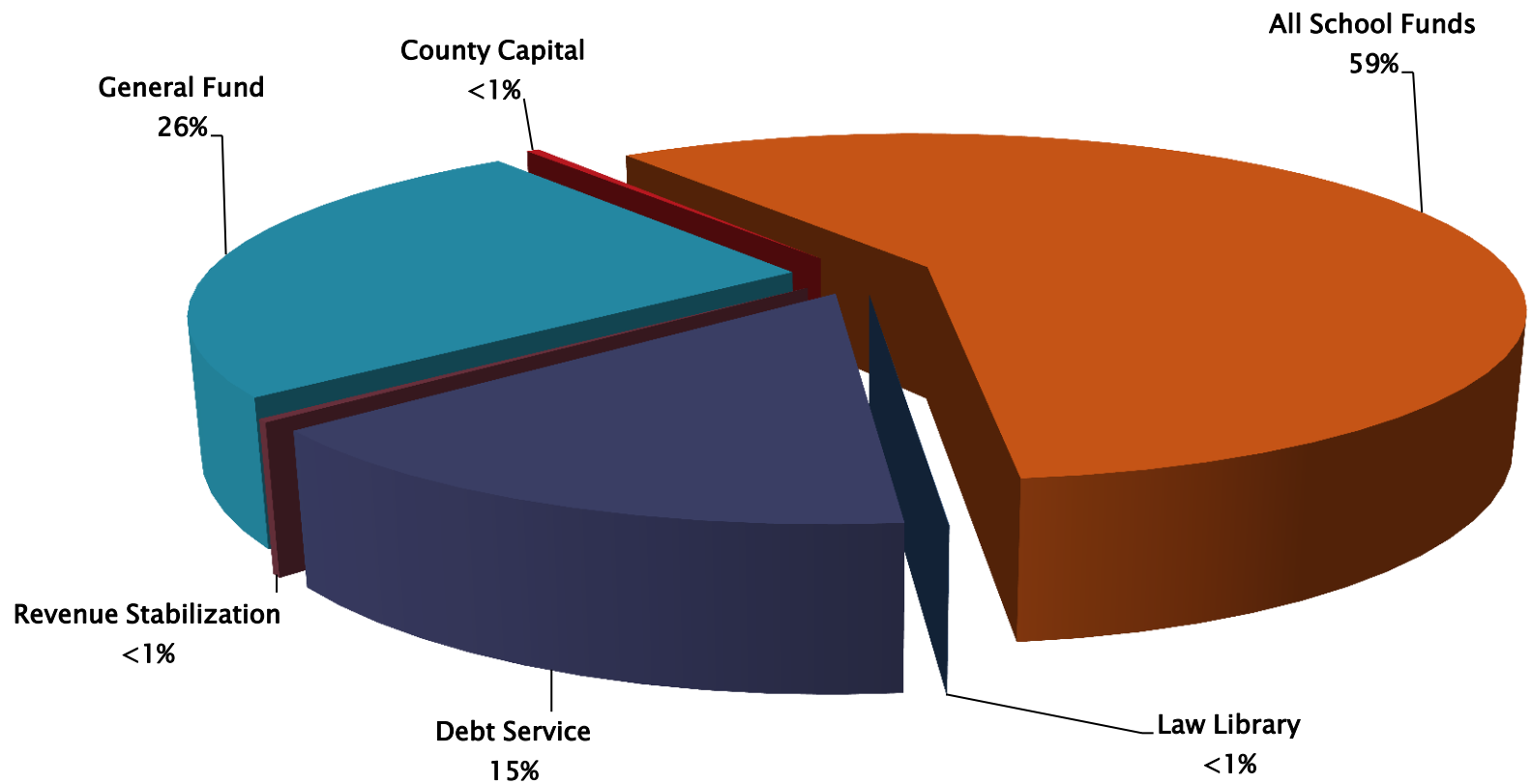
Undesignated Revenue \$89.6 Million



Where It Goes

FY 2013 Proposed Budget

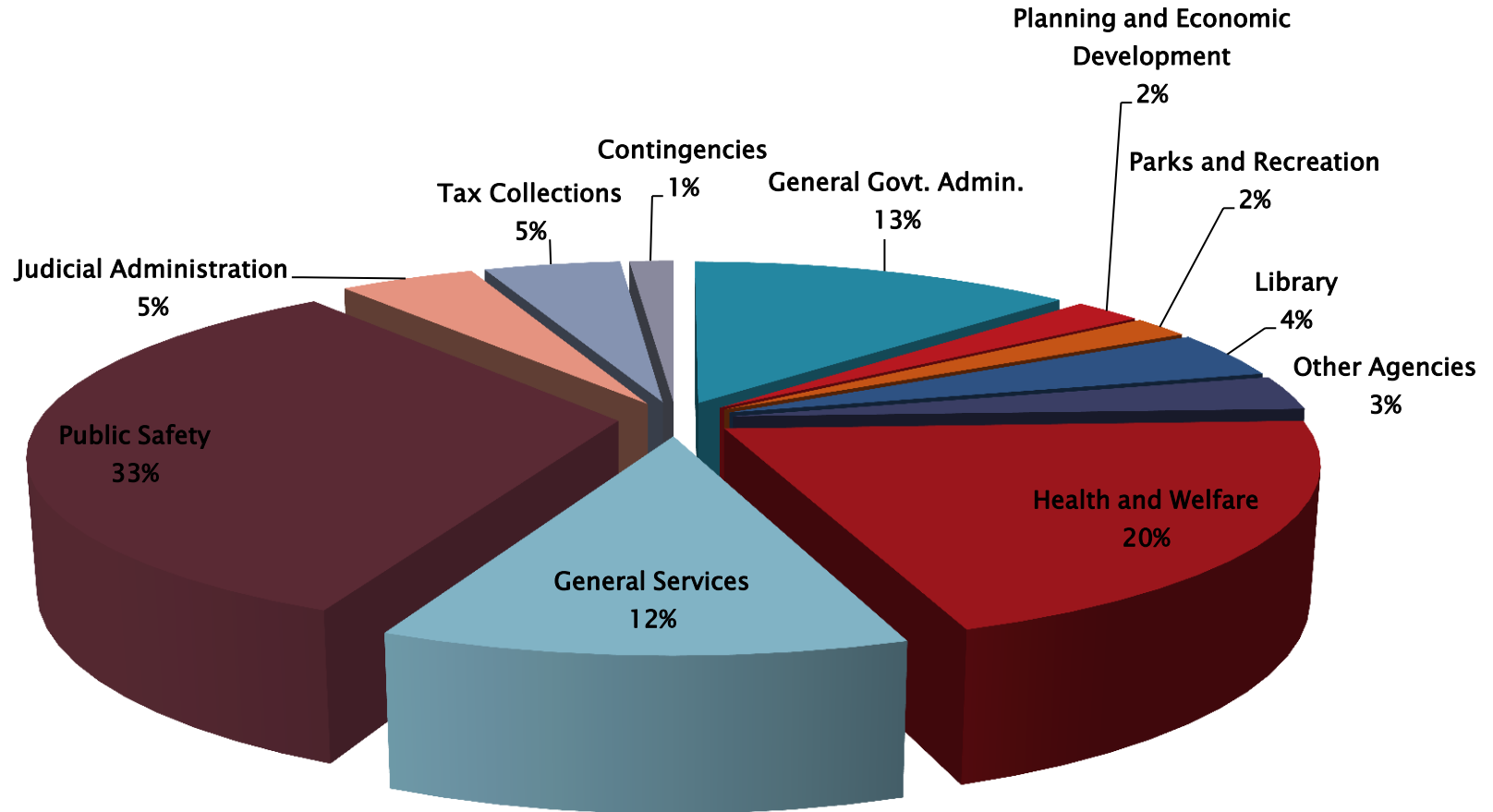
\$162.6 Million



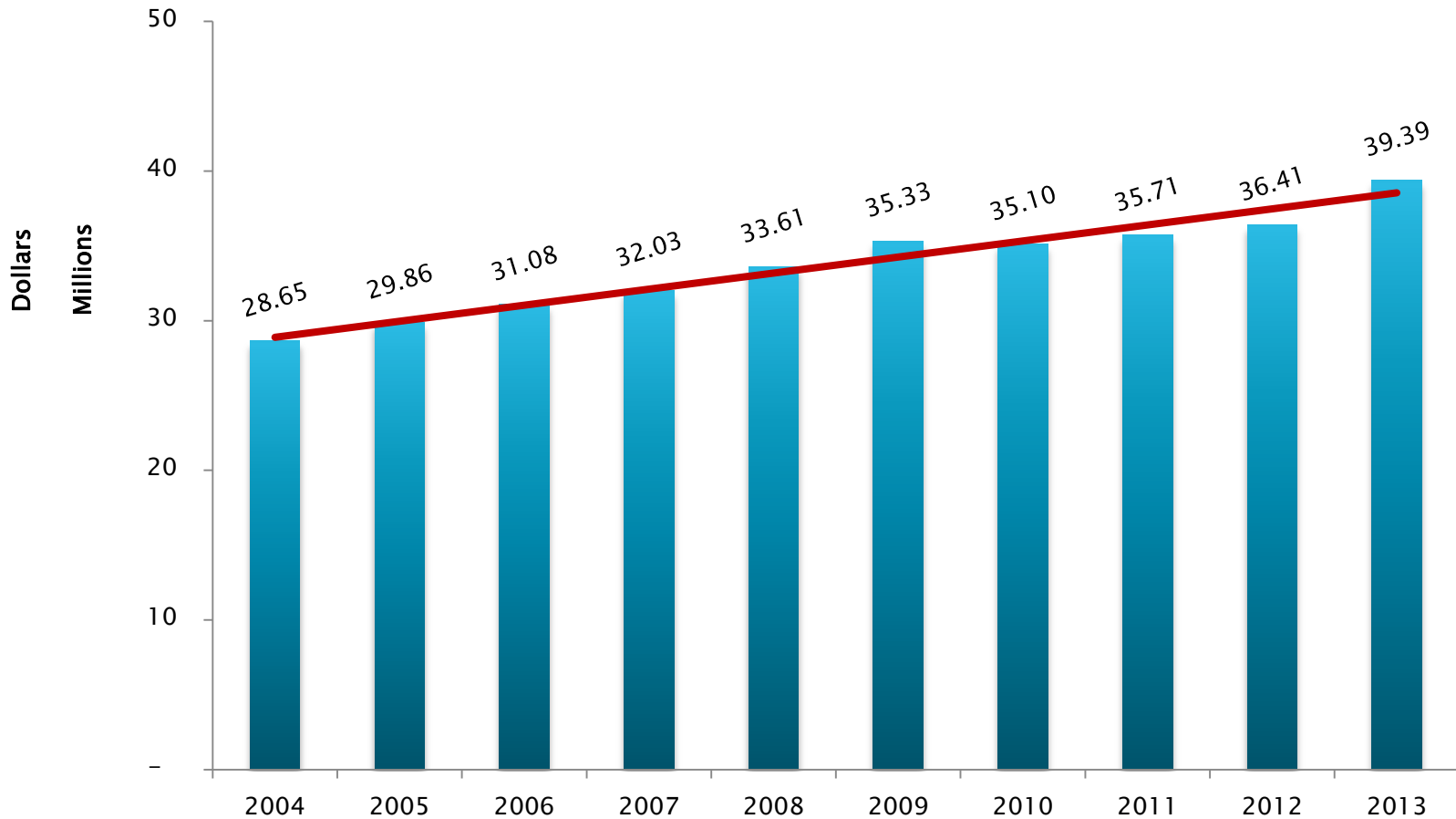
General Fund Functions

FY 2013 Proposed Budget

\$41.6 million



County Funding for School Operations



Fiscal Year

All years are net of County funding provided for school debt service and school capital

Budget History

	<u>Total Budget</u>	<u>Debt Service</u>
2009	\$156.5 Million	\$10.3 Million
2010	\$158.9 Million	\$17.3 Million
2011	\$150.7 Million	\$17.4 Million
2012	\$155.4 Million	\$18.1 Million
2013 Prop.	\$162.6 Million	\$24.6 Million

Increase 3.9%

139%

FY 13 New Dollars

- ▶ Where do the tax increase and growth dollars go?
 - \$ 6.4 Million for new debt*
 - \$ 3.0 Million for school operations
 - \$ 0.5 Million for the WVRJ
 - \$ 0.2 Million for all other areas
- \$10.1 Million Total

*Dollars needed are \$6.4 million while increased expense is actually \$6.5 million.

All numbers are rounded

FY 13 Debt Service

- ▶ Increased Debt Service for New Schools
= \$ 6.5 Million
- ▶ Reconfiguration of the Debt Reserve monies
freed up \$635,000 from the estimated 10
cent tax increase which has been
reallocated to school operating costs
- ▶ Total Debt Service for Schools = \$18.6 M
- ▶ Total Debt Service for County = \$ 6.0 M
Total = \$24.6 M

FY 13 Public Safety

▶ Public Safety

- \$521,974 added for cost of the regional jail
 - \$ 10,000 added for Tactical team training
 - \$ 3,912 added for VA Forensic Academy
 - \$ 4,378 added for On-line Subscription
 - \$ 5,200 added for crime prevention supplies
 - \$ 10,200 added for equipment and supplies
 - \$ 39,000 added for Fire and Rescue
 - **\$594,664 added for Public Safety**
- ▶ Recommendation that \$50,000 of the “windfall” be set aside for the payment of compensatory time in the Sheriff’s Office.

FY 13 School Operating Fund

School Operating Fund

\$2.98 Million added for School Operations

◦ From New Growth	= \$ 0.94 Million
◦ From \$'s from 10¢ for debt	= \$ 0.64 Million
◦ From 2 cent RE increase	= \$ 1.40 Million
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Total	= \$ 2.98 Million

\$750,000 is also recommended from the “windfall” \$'s to cover one-time items in the proposed school budget for technology, buses and building repair.

Total Additional Funding for School Operating Needs \$3.7 Million

FY 13 General Fund

- ▶ Total General Fund including Mandates to Other Agencies increased 1.59%
- \$.65 Million over the FY 12 Approved Budget due largely to the following mandates*:

WVRJ	\$ 521,974
Health Dept	\$ 21,165
Outside Agencies	\$ 59,258
Total	\$ 602,397

* Includes 911 Authority, Fairview Home and PDC

FY 13 General Fund

- ▶ Excluding the Mandates to Other Agencies, the General Fund increase would be only=0.11%.
- Savings in the base budget allows most of the increased FY 13 benefit costs to be absorbed:

Turnover Savings	(\$275,516)
Frozen Position Savings	(\$210,277)
Retirement Incentive	(\$162,500)
Cannery	(\$8,114)
Elimination FY 12 one X cost	(\$79,200)
Total Savings	(\$735,607)

FY 13 Budget Overview

- ▶ Reallocation of a portion of the frozen position savings to a 2% merit increase on anniversary date (\$150,000).
- ▶ Reallocation of base savings covers most of the increased benefit costs.

VRS	\$ 505,949
Group Life	\$ 153,127
Other fringes	\$ 2,616
Total	\$ 661,692

- ▶ FY 12 final health insurance costs were lower than budgeted, allowing the FY 13 increase to be absorbed within the health insurance base budget.

FY 13 Use of One-Time Monies

- ▶ \$750,000 to address school requests included in the proposed school budget.
- ▶ \$398,610 to address one-time county requests.

<u>Sheriff</u>	
K9 + Training	\$ 17,300
Office Equipment and Supplies	\$ 3,200
<u>Fire and Rescue</u>	
Mutal Aid Repeater	\$ 13,000
Poor Mt Tower Project	\$ 40,000

FY 13 Use of One-Time Monies

<u>General Services</u>	
Land Development Office software	\$ 60,000
<u>Parks and Rec</u>	
Benches and Signage	\$ 6,000
Equipment	\$ 7,200
Motor Mile Park compliance	\$ 150,835
<u>Registrar</u>	
Poll books etc	\$ 3,075
<u>Clerk</u>	
efiling	\$ 28,000

FY 13 Use of One-Time Monies

<u>Other Items</u>	
Museum Roof	\$ 5,000
Mountain View Humane -Pilot Project	\$ 30,000
Classification Study	\$ 35,000

Grand Total County and Schools =\$1,148,610

FY 13 Use of One– Time Monies

<u>Recommended Allocation of "Windfall" Dollars</u>		
One time Budget Requests	\$ 1,148,610	
Capital Reserve	\$ 1,000,000	
Facilities Maintenance Reserve	\$ 750,000	
Fuel Reserve	\$ 200,000	
Compensatory Time Reserve	\$ 50,000	
Animal Shelter	<u>\$ 1,000,000</u>	
Total	\$ 4,148,610	

FY 11 Year-End Reserve Funds

Current Reserve Funds include:

▶ Debt Service– Earmarked for “shaving” debt	\$ 700,000
▶ Capital Reserve–	\$ 500,000
▶ Landfill Reserve–	\$ 250,000
▶ Facilities Reserve–	\$ 723,000
▶ Road Maintenance–(Revenue Sharing)	\$ 51,500
▶ Auto Graveyard–	\$ 121,033
▶ Technology Reserve–	\$ 143,213
▶ Rainy Day Fund–	\$1,000,000

General Assembly Actions

- ▶ “Flexible Cut”–
 - Portion of Dollars restored In House and Senate– Between \$200,000–\$300,000 possible.
- ▶ School Funding–
 - House –revenue increase of \$56,452 and reduction of VRS teacher rate by 1.43% which would reduce the cost by about \$723,000.
 - Senate–revenue increase of \$491,712 and no VRS rate change.

Next Steps

- ▶ Establish Advertised Tax Rate and Budget – Must Establish by March 19, 2012 to Meet Public Hearing Date.
- ▶ Hold Public Hearing on the Tax Rate – Scheduled for March 29, 2012 at 6:00 p.m.
- ▶ Set Tax Rate– Scheduled for April 16, 2012 at 6:00 p.m.
- ▶ Adopt the Budget–Scheduled for April 16, 2012 at 6:00 p.m.

FY 13 Proposed Budget

- ▶ Questions?